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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report Minerals Regulatory Program May 20, 2009

Reviewed: 

Mine Name: Precision Rock	Permit Number: S/003/0083
Operator Name: Precision Dev. Group Inc.	Inspection Date: 05/20/2009
Inspector(s): Lynn Kunzler & Brett Gregory	Time: 10:30 am
Other Participants: Mark Bingham	Mine Status: Proposed

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Bond Amount: \$25,600

Permit fee: Current

Purpose of Inspection: This site was discovered mining without a permit. We notified the gentlemen on the premises that an approved permit and reclamation bond would be necessary for them to continue their mining operation.

Inspection Summary:

1) Permitting fees have been paid in the amount of \$150 dollars. The necessary MR-RC forms have been signed and submitted for a Small Mining Operation (SMO). The Division of Oil, Gas and Mining (DOGM) received a reclamation surety on December 14, 2009, in the amount of \$25,600 dollars. If the acres pending approval are going to be exceeded in the near future, a Large Mining Operation (LMO) application will need to be submitted, approved, and bonded, accordingly for each additional acre the operator wishes to be permitted for and work within.

12) The photographs below show the site is not exempt for current provisions of alluvial sand and gravel, seeing as how hard rock discontinuities were discovered, and active drilling was taking place.

(Photographs attached)



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Conclusions and Recommendations: The operator has complied with requests made at the time of the inspection to obtain a valid mining permit. Once approval is given for the permit, it is recommended the operator makes a concerted effort to try and maintain the following: current maps, up to date contact information, and regular bond adjustments that may be necessary in the Notice of Intent (NOI) to mine.

Inspector's Signature:

A handwritten signature in blue ink, appearing to read "Mark Bingham", written over a horizontal line.

BG:lk:vs

cc: Mark Bingham, Operator

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Posted sign.



Stockpiled material.



Discovered bedding discontinuities and hard rock.



Active drill rig. (Note: this location is no longer sand and gravel exempt!)